GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2643
ANSWERED ON:09.12.2005
TRANSFER PRICING IRREGULARITIES
Mehta Shri Bhubneshwar Prasad;Yadav Shri Mitrasen

Will the Minister of FINANCE be pleased to state:

(a) whether Income Tax evasion worth crores of rupees has been involved in irregularities in transfer-pricing;

(b) if so, the details of companies/banks and amount pending against such companies against whom tax demands of more than Rs. 1 crore is outstanding;

(c) the action taken against such companies/banks upto November, 2005, company-wise and bank-wise; and

(d) the details of appeals made against such tax demands by such companies/banks?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

(a)Yes Sir. Income Tax evasion worth crores of rupees has been involved in irregularities in transfer-pricing.

(b),(c)&(d) The information is being collected from the field units spread all over the country and shall be laid on the table of the House on compilation.